

**WORKFORCE SAFETY & INSURANCE**  
**INVESTMENT PERFORMANCE REPORT AS OF SEPTEMBER 30, 2003**

	September-03					August-03					July-03					Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Policy	Quarter	Month	Market Value	Allocation	Policy	Month	Market Value	Allocation	Policy	Month	Net	Net	Net	Net	Ended	Ended
				Net ROR	Net ROR													6/30/2003	6/30/2003
																		Net	Net
<b>LARGE CAP DOMESTIC EQUITY</b>																			
<i>Structured Growth</i>																			
Los Angeles Capital	18,769,212	1.9%	1.8%	N/A	-1.68%	19,036,029	1.9%	1.8%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A	N/A	N/A
AllianceBernstein	-	0.0%	0.0%	N/A	N/A	18	0.0%	0.0%	N/A	18,459,947	1.9%	1.8%	3.55%	N/A	-1.88%	-21.24%	-6.07%	-21.24%	-6.07%
<b>Total Structured Growth</b>	<b>18,769,212</b>	<b>1.9%</b>	<b>1.8%</b>	<b>4.99%</b>	<b>-1.68%</b>	<b>19,036,046</b>	<b>1.9%</b>	<b>1.8%</b>	<b>3.13%</b>	<b>18,459,947</b>	<b>1.9%</b>	<b>1.8%</b>	<b>3.55%</b>	<b>4.99%</b>	<b>-1.88%</b>	<b>-21.24%</b>	<b>-6.07%</b>	<b>-21.24%</b>	<b>-6.07%</b>
<i>Russell 1000 Growth</i>				3.92%	-1.07%				2.49%				2.49%	3.92%	2.94%	-21.54%	-5.03%	-21.54%	-5.03%
<i>Structured Value</i>																			
<b>LSV</b>	<b>17,915,385</b>	<b>1.8%</b>	<b>1.8%</b>	<b>3.75%</b>	<b>-1.04%</b>	<b>18,018,294</b>	<b>1.8%</b>	<b>1.8%</b>	<b>3.27%</b>	<b>17,462,298</b>	<b>1.8%</b>	<b>1.8%</b>	<b>1.52%</b>	<b>3.75%</b>	<b>-2.25%</b>	<b>8.84%</b>	<b>3.73%</b>	<b>8.84%</b>	<b>3.73%</b>
<i>Russell 1000 Value</i>				2.06%	-0.98%				1.56%				1.49%	2.06%	-1.02%	-0.19%	1.05%	-0.19%	1.05%
<i>S&amp;P 500 Index</i>																			
<b>State Street</b>	<b>82,667,030</b>	<b>8.3%</b>	<b>8.4%</b>	<b>2.64%</b>	<b>-1.07%</b>	<b>85,728,665</b>	<b>8.7%</b>	<b>8.4%</b>	<b>1.95%</b>	<b>84,096,545</b>	<b>8.6%</b>	<b>8.4%</b>	<b>1.77%</b>	<b>2.64%</b>	<b>0.23%</b>	<b>-11.28%</b>	<b>-1.69%</b>	<b>-11.28%</b>	<b>-1.69%</b>
<i>S&amp;P 500</i>				2.64%	-1.06%				1.95%				1.76%	2.64%	0.25%	-11.20%	-1.62%	-11.20%	-1.62%
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	<b>119,351,627</b>	<b>12.0%</b>	<b>12.0%</b>	<b>3.15%</b>	<b>-1.16%</b>	<b>122,783,006</b>	<b>12.5%</b>	<b>12.0%</b>	<b>2.32%</b>	<b>138,478,736</b>	<b>14.1%</b>	<b>12.0%</b>	<b>2.00%</b>	<b>3.15%</b>	<b>-0.48%</b>	<b>-9.33%</b>	<b>-1.90%</b>	<b>-9.33%</b>	<b>-1.90%</b>
<i>S&amp;P 500</i>				2.64%	-1.06%				1.95%				1.76%	2.64%	0.25%	-11.20%	-1.62%	-11.20%	-1.62%
<b>SMALL CAP DOMESTIC EQUITY</b>																			
<i>Manager-of-Managers</i>																			
<b>SEI</b>	<b>61,777,661</b>	<b>6.2%</b>	<b>6.0%</b>	<b>9.48%</b>	<b>-1.58%</b>	<b>66,645,023</b>	<b>6.8%</b>	<b>6.0%</b>	<b>4.83%</b>	<b>63,426,988</b>	<b>6.5%</b>	<b>6.0%</b>	<b>6.11%</b>	<b>9.48%</b>	<b>0.09%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
<i>Russell 2000 + 200bp</i>				9.60%	-1.68%				4.75%				6.43%	9.60%	0.36%	N/A	N/A	N/A	N/A
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	<b>61,777,661</b>	<b>6.2%</b>	<b>6.0%</b>	<b>9.48%</b>	<b>-1.58%</b>	<b>66,645,023</b>	<b>6.8%</b>	<b>6.0%</b>	<b>4.83%</b>	<b>63,426,988</b>	<b>6.5%</b>	<b>6.0%</b>	<b>6.11%</b>	<b>9.48%</b>	<b>0.09%</b>	<b>-3.49%</b>	<b>1.64%</b>	<b>-3.49%</b>	<b>1.64%</b>
<i>Russell 2000</i>				9.07%	-1.85%				4.58%				6.26%	9.07%	-1.63%	-3.30%	0.97%	-3.30%	0.97%
<b>CONVERTIBLES</b>																			
<b>TCW</b>	<b>117,030,576</b>	<b>11.7%</b>	<b>12.0%</b>	<b>1.85%</b>	<b>0.22%</b>	<b>116,413,820</b>	<b>11.9%</b>	<b>12.0%</b>	<b>0.89%</b>	<b>115,382,834</b>	<b>11.8%</b>	<b>12.0%</b>	<b>0.74%</b>	<b>1.85%</b>	<b>10.23%</b>	<b>-9.51%</b>	<b>3.90%</b>	<b>-9.51%</b>	<b>3.90%</b>
<i>First Boston Convertible Index</i>				2.67%	0.56%				1.64%				0.45%	2.67%	15.46%	-3.77%	5.29%	-3.77%	5.29%
<b>INTERNATIONAL EQUITY</b>																			
<i>Large Cap - Active</i>																			
<b>Capital Guardian</b>	<b>65,573,539</b>	<b>6.6%</b>	<b>6.4%</b>	<b>8.14%</b>	<b>-0.27%</b>	<b>68,345,964</b>	<b>7.0%</b>	<b>6.4%</b>	<b>3.44%</b>	<b>65,967,953</b>	<b>6.7%</b>	<b>6.4%</b>	<b>4.82%</b>	<b>8.14%</b>	<b>-10.31%</b>	<b>-15.85%</b>	<b>0.02%</b>	<b>-15.85%</b>	<b>0.02%</b>
<i>MSCI EAFE - 50% Hedged</i>				6.58%	0.41%				2.77%				3.28%	6.58%	-11.24%	-15.51%	-5.33%	-15.51%	-5.33%
<i>Small Cap - Value</i>																			
<b>Lazard</b>	<b>8,900,251</b>	<b>0.9%</b>	<b>0.8%</b>	<b>9.92%</b>	<b>5.61%</b>	<b>8,395,974</b>	<b>0.9%</b>	<b>0.8%</b>	<b>3.09%</b>	<b>8,135,829</b>	<b>0.8%</b>	<b>0.8%</b>	<b>0.96%</b>	<b>9.92%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
<i>Citigroup Broad Market Index &lt; \$2BN</i>				15.95%	5.70%				6.30%				3.20%	15.95%	N/A	N/A	N/A	N/A	N/A
<i>Small Cap - Growth</i>																			
<b>Vanguard</b>	<b>8,634,968</b>	<b>0.9%</b>	<b>0.8%</b>	<b>14.95%</b>	<b>5.41%</b>	<b>8,161,074</b>	<b>0.8%</b>	<b>0.8%</b>	<b>4.08%</b>	<b>7,833,006</b>	<b>0.8%</b>	<b>0.8%</b>	<b>4.78%</b>	<b>14.95%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
<i>SSB BROAD MARKET INDEX &lt; \$2BN</i>				15.95%	5.70%				6.30%				3.20%	15.95%	N/A	N/A	N/A	N/A	N/A
<b>TOTAL INTERNATIONAL EQUITY</b>	<b>83,108,758</b>	<b>8.3%</b>	<b>8.0%</b>	<b>8.97%</b>	<b>0.86%</b>	<b>84,903,011</b>	<b>8.7%</b>	<b>8.0%</b>	<b>3.48%</b>	<b>81,936,789</b>	<b>8.4%</b>	<b>8.0%</b>	<b>4.40%</b>	<b>8.97%</b>	<b>-9.20%</b>	<b>-15.51%</b>	<b>0.27%</b>	<b>-15.51%</b>	<b>0.27%</b>
<i>MSCI EAFE - 50% Hedged</i>				6.58%	0.41%				2.77%				3.28%	6.58%	-11.24%	-15.51%	-5.33%	-15.51%	-5.33%
<b>DOMESTIC FIXED INCOME</b>																			
<i>Core Bond</i>																			
<b>Western Asset</b>	<b>293,880,379</b>	<b>29.4%</b>	<b>29.5%</b>	<b>-0.16%</b>	<b>3.38%</b>	<b>273,729,285</b>	<b>27.9%</b>	<b>29.5%</b>	<b>1.31%</b>	<b>270,744,674</b>	<b>27.6%</b>	<b>29.5%</b>	<b>-4.69%</b>	<b>-0.16%</b>	<b>12.77%</b>	<b>11.23%</b>	<b>8.12%</b>	<b>11.23%</b>	<b>8.12%</b>
<i>Lehman Aggregate</i>				-0.14%	2.65%				0.66%				-3.36%	-0.14%	10.39%	10.07%	7.54%	10.07%	7.54%
<i>Index</i>																			
Bank of ND	160,764,147	16.1%	16.4%	-0.46%	3.08%	150,899,386	15.4%	16.4%	0.60%	150,261,078	15.3%	16.4%	-4.00%	-0.46%	13.26%	10.87%	7.78%	10.87%	7.78%
Bank of ND CD'S	12,617,743	1.3%	1.3%	0.88%	0.29%	12,581,804	1.3%	1.3%	0.30%	12,544,667	1.3%	1.3%	0.30%	0.88%	3.54%	4.85%	5.09%	4.85%	5.09%
<b>Total Index</b>	<b>173,381,889</b>	<b>17.4%</b>	<b>17.7%</b>	<b>-0.37%</b>	<b>2.86%</b>	<b>163,481,190</b>	<b>16.7%</b>	<b>17.7%</b>	<b>0.57%</b>	<b>162,805,745</b>	<b>16.6%</b>	<b>17.7%</b>	<b>-3.69%</b>	<b>-0.37%</b>	<b>12.66%</b>	<b>10.35%</b>	<b>7.51%</b>	<b>10.35%</b>	<b>7.51%</b>
<i>Lehman Gov/Credit</i>				-0.50%	3.17%				0.66%				-4.19%	-0.50%	13.14%	10.82%	7.83%	10.82%	7.83%
<i>BBB Average Quality</i>																			
<b>Strong</b>	<b>123,196,541</b>	<b>12.3%</b>	<b>11.8%</b>	<b>0.02%</b>	<b>3.86%</b>	<b>118,319,553</b>	<b>12.1%</b>	<b>11.8%</b>	<b>1.39%</b>	<b>116,962,859</b>	<b>11.9%</b>	<b>11.8%</b>	<b>-5.01%</b>	<b>0.02%</b>	<b>17.91%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
<i>Lehman US Credit BAA</i>				0.27%	3.97%				0.98%				-4.49%	0.27%	18.33%	N/A	N/A	N/A	N/A
<b>TOTAL DOMESTIC FIXED INCOME</b>	<b>590,458,808</b>	<b>59.1%</b>	<b>59.0%</b>	<b>-0.18%</b>	<b>3.33%</b>	<b>555,530,028</b>	<b>56.7%</b>	<b>59.0%</b>	<b>1.11%</b>	<b>550,513,278</b>	<b>56.1%</b>	<b>59.0%</b>	<b>-4.46%</b>	<b>-0.18%</b>	<b>13.76%</b>	<b>11.00%</b>	<b>7.93%</b>	<b>11.00%</b>	<b>7.93%</b>
<i>Lehman Gov/Credit</i>				-0.50%	3.17%				0.66%				-4.19%	-0.50%	13.14%	10.82%	7.83%	10.82%	7.83%
<b>CASH EQUIVALENTS</b>																			
<i>Bank of ND</i>	<b>26,992,705</b>	<b>2.7%</b>	<b>3.0%</b>	<b>0.30%</b>	<b>0.10%</b>	<b>33,657,427</b>	<b>3.4%</b>	<b>3.0%</b>	<b>0.10%</b>	<b>30,868,268</b>	<b>3.1%</b>	<b>3.0%</b>	<b>0.10%</b>	<b>0.30%</b>	<b>1.57%</b>	<b>3.26%</b>	<b>4.15%</b>	<b>3.26%</b>	<b>4.15%</b>
<i>90 Day T-Bill</i>				0.25%	0.10%				0.08%				0.07%	0.25%	1.52%	3.33%	4.08%	3.33%	4.08%
<b>TOTAL WORKFORCE SAFETY &amp; INS</b>	<b>998,720,135</b>	<b>100.0%</b>	<b>100.0%</b>	<b>1.81%</b>	<b>1.74%</b>	<b>979,932,315</b>	<b>100.0%</b>	<b>100.0%</b>	<b>1.66%</b>	<b>980,606,893</b>	<b>100.0%</b>	<b>100.0%</b>	<b>-1.57%</b>	<b>1.81%</b>	<b>8.96%</b>	<b>2.79%</b>	<b>5.54%</b>	<b>2.79%</b>	<b>5.54%</b>
<i>POLICY TARGET BENCHMARK</i>				1.36%	1.73%				1.27%				-1.62%	1.36%	8.88%	3.42%	5.41%	3.42%	5.41%

NOTE: Monthly returns and market values are preliminary and subject to change.